



General Assembly

February Session, 2008

Raised Bill No. 429

LCO No. 1881

01881_____BA_

Referred to Committee on Banks

Introduced by:
(BA)

AN ACT CONCERNING MORTGAGE ORIGINATOR LICENSING.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (*Effective from passage*) (a) The Banking Commissioner
2 shall conduct an evaluation of the sufficiency of: (1) Licensing
3 requirements for originators, including, but not limited to, education
4 and competency requirements; (2) originator licensure fees and fines,
5 and use of fees or fines to support homebuyer education programs and
6 counseling services for homeowners at risk of foreclosure; and (3)
7 consumer protection from predatory and fraudulent mortgage lending
8 practices, such as loan flipping schemes, equity skimming schemes or
9 bait and switch tactics.

10 (b) Not later than January 1, 2009, the commissioner shall report on
11 such evaluation to the joint standing committee of the General
12 Assembly having cognizance of matters relating to banking, in
13 accordance with section 11-4a of the general statutes.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>from passage</i>	New section
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Statement of Purpose:

To require an evaluation of the sufficiency of originator licensing requirements, uses of licensure fees and fines, and consumer protection from fraudulent mortgage lending practices.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]